

Sherman County

8/31/2020

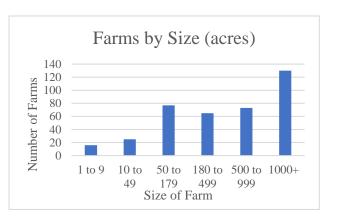
Background Statistics¹

Number of farms: 386 Average size: 1,602 acres Land in farms: 618,428 acres

Average value of products sold per farm: \$360,567

Average net cash farm income per farm: \$77,483

1: Data from USDA 2017 Census of Agriculture



Estimated Economic Contribution of Agriculture and Agriculture Related Sectors to the Sherman County Economy

Methodology

The estimated economic contribution of agriculture and agriculture related sectors was computed using the most recent IMPLAN data available (2018) adjusted for 2020. The IMPLAN modeling system was used to calculate the results of this analysis. The IMPLAN model was constructed so that double counting was avoided. For this report, 22 of the 71 agriculture and agriculture related sectors in Kansas were identified and analyzed to determine their overall contribution to the Sherman County economy.

Results

These 22 sectors have a total direct output of approximately \$194.3 million and account for 573 jobs in Sherman County. Running the model for all 22 sectors simultaneously produces the following results:

Agriculture, Food, and Food Processing Sector Contribution to Overall Sherman County Economy							
Contribution Type	Employment	% Employment	Total Value Added	% of Gross Regional Product	Output		
Direct Effect	573	15%	\$41,700,000	16%	\$194,300,000		
Indirect Effect	231	6%	\$16,400,000	6%	\$41,400,000		
Induced Effect	51	1%	\$3,200,000	1%	\$6,100,000		
Total Effect	854	22%	\$61,200,000	24%	\$241,700,000		

NOTE: Individual effects may not equal the total effect due to rounding.

As shown in the above table, agriculture, food, and food processing sectors support a total of **854 jobs**, or **22%** of the entire workforce in the county. The total final sales of all products in these sectors is approximately **\$241.7 million**.

Another metric used to calculate the importance of sectors in an economy is their value added as a percentage of Gross Regional Product (GRP). Total value added by the 22 agriculture, food, and food processing sectors is approximately \$241.7 million, or 24% of the GRP.

Top Ten Sectors by Employment

Out of the agriculture and agriculture related sectors, grain farming is the top employer with **233 jobs**. This table also illustrates the top ten sectors by total employment, including direct, indirect, and induced effects in Sherman County.

Sector	Total Employment
Grain farming	233
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	171
Support activities for agriculture and forestry	99
Other real estate	57
Wholesale - Other nondurable goods merchant wholesalers	41
Truck transportation	31
Spice and extract manufacturing	22
All other crop farming	16
Full-service restaurants	12
Monetary authorities and depository credit intermediation	9

Top Ten Sectors by Output

This table shows how much revenue is generated in other sectors by having a strong agriculture industry, including direct, indirect, and induced effects. The grain farming sector is the top contributor, with approximately \$98.4 million to the Sherman County economy.

Sector	Total Output
Grain farming	\$98,400,000
Beef cattle ranching and farming, including feedlots and dual-purpose ranching and farming	\$36,500,000
Soybean and other oilseed processing	\$30,600,000
Wholesale - Other nondurable goods merchant wholesalers	\$11,800,000
Spice and extract manufacturing	\$11,800,000
Other real estate	\$8,100,000
Oilseed farming	\$6,100,000
Truck transportation	\$5,000,000
Support activities for agriculture and forestry	\$3,800,000
Other animal food manufacturing	\$2,400,000

All Direct Sectors

Below is a summary of all agriculture data with employment levels and output level. These values can tell how many jobs are represented by each agriculture, food, and food processing sector and the output they contributed to the Sherman County economy. IMPLAN sectors are assigned based on North American Industry Classification System (NAICS) codes. Generally, this analysis includes three categories; production, manufacturing/processing, and services. Note that this analysis does not include wholesale or retail sales of final products, or ethanol production.

Sector	Total Output	Total Employment
Grain farming	\$98,377,544.67	232.76
Beef cattle ranching and farming, including feedlots and dual- purpose ranching and farming	\$36,454,182.55	171.37
Soybean and other oilseed processing	\$30,625,695.22	6.26
Spice and extract manufacturing	\$11,766,021.38	21.72
Oilseed farming	\$6,139,712.43	3.64
Support activities for agriculture and forestry	\$3,808,890.76	98.82
Other animal food manufacturing	\$2,443,902.57	2.28
Farm machinery and equipment manufacturing	\$1,640,557.48	4.80
All other crop farming	\$889,879.13	16.44
Animal production, except cattle and poultry and eggs	\$608,618.29	2.97
Bread and bakery product, except frozen, manufacturing	\$445,763.46	3.47
Frozen cakes and other pastries manufacturing	\$301,953.15	3.48
Breweries	\$163,835.50	0.48
Other snack food manufacturing	\$161,660.84	0.33
Roasted nuts and peanut butter manufacturing	\$128,781.06	0.33
Poultry and egg production	\$125,071.91	0.12
Veterinary services	\$82,710.42	1.45
Landscape and horticultural services	\$32,014.61	0.22
Commercial hunting and trapping	\$31,629.19	1.20
Commercial logging	\$27,274.95	0.33
Forestry, forest products, and timber tract production	\$20,404.28	0.32
Vegetable and melon farming	\$15,126.20	0.08

The following terms are used throughout the results shown in this report:

- **Direct effect**: the contribution from agricultural and food products
- **Indirect effect**: the contribution from farms and agricultural businesses purchasing inputs from supporting industries within the state
- **Induced effect**: the contribution from employees of farms, agricultural businesses, and supporting industries spending their wages on goods and services within the state
- Value added = labor income + indirect business taxes + other property type income
- Gross Regional Product = final demand of households + government expenditures + capital + exports imports institutional sales
- **Output** = intermediate inputs + value added
- **Employment**: full-time/part-time annual average i.e., 1 job lasting 12 months = 2 jobs lasting 6 months each = 3 jobs lasting 4 months each. A job is neither full-time nor part-time.
- Due to confidentiality policies that exist within several agencies from which IMPLAN collects their data, some sectors in some regions may not have all data available.

For more information, contact the Division of Agricultural Marketing, Advocacy and Outreach Agency Economist 785-564-6726

